

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:2897
ANSWERED ON:13.03.2015
INCREASING SHARE OF TAX REVENUE IN GDP
Gandhi Dr. Dharam Vira

Will the Minister of FINANCE be pleased to state:

- (a) the details and trend of tax revenue to GDP (Gross Domestic Product) ratio during the last three years and the current year;
- (b) whether the tax revenue to GDP in India has one of the lowest direct tax-to -GDP in the world and lowest among the Brazil, Russia, India, China, South Africa (BRICS) nations and neighbouring countries;
- (c) if so, the details thereof and the reasons therefor; and
- (d) the steps taken/proposed to be taken by the Government to mobilise additional revenue through taxes and improve the tax to GDP ratio in the country?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (JAYANT SINHA)

- (a): Tax Gross Domestic Product (GDP) ratio during the last three years and the current year is as follows:

Year	Gross Tax Revenue to GDP Ratio
2011	10.1
2012	10.4
2013	10.0
2014 (R.E.)	9.9

- (b) & (c): Tax GDP Ratio of BRICS Nations are given in Annexure-I

- (d) The steps taken by the Government to mobilise additional revenue through direct and indirect taxes and improve the tax to GDP ratio in the country are given in Annexure-II.